

Sources and Uses of Funds of Nonfarm Nonfinancial Corporations; Size and Composition of Personal Saving

Estimates of the sources and uses of funds of nonfarm nonfinancial corporations are shown in table A for the period 1971-I to 1972-II. Table B shows data for 1971-I to 1972-II on the volume and composition of individuals' saving. Data for both tables back to the beginning of 1967 were published in the August 1972 SURVEY. Revised tables for years prior to 1967 are available upon request from the Flow of Funds Section of the Board of Governors of the Federal Reserve System, Washington, D.C. 20551.

The source of the figures in tables A and B is the Flow of Funds Accounts prepared by the Board of Governors of the Federal Reserve System. The figures are shown here for the convenience of SURVEY readers.

Table A.—Sources and Uses of Funds, Nonfarm Nonfinancial Corporate Business, 1971-72

(Billions of dollars)

	1971				1972	
	I	II	III	IV	I	II
Seasonally adjusted at annual rates						
Sources, total.....	118.2	122.2	135.2	130.4	137.2	139.7
Internal sources ¹	62.1	65.6	67.3	72.4	73.6	77.7
Undistributed profits ¹	12.0	14.5	14.9	10.4	17.2	18.6
Corporate inventory valuation adjustment.....	-4.7	-4.4	-5.9	-2.9	-0.6	-6.6
Capital consumption allowances ¹	34.8	35.5	38.2	30.8	34.7	34.8
External sources.....	56.1	56.6	67.9	57.9	63.6	62.0
Stocks.....	0.0	15.7	17.0	12.1	10.6	16.2
Bonds ²	24.1	20.1	14.9	18.5	11.2	15.0
Mortgages.....	3.7	11.1	13.3	11.0	14.3	16.7
Bank loans, U.S.A.....	-1.8	2.5	11.4	4	8.4	6.0
Other loans.....	5.1	-1.2	3	2	0.1	4.7
Trade debt.....	6.8	-1.5	3.9	4.8	13.2	8.6
Profits tax liability.....	3.0	10.0	1.9	1.1	6	-4.6
Other liabilities.....	9	-1.4	5.8	9.3	-0	-7
Uses, total.....	105.9	110.8	108.4	107.7	128.1	126.0
Purchases of physical assets.....	82.4	87.6	83.2	87.7	94.8	100.1
Nonresidential fixed investment.....	70.4	78.0	78.8	81.5	88.4	90.2
Residential structures.....	4.8	5.1	5.7	5.4	7.1	5.4
Change in business inventories.....	1.0	4.0	-1.2	7	-7	3.0
Increase in financial assets.....	23.8	23.2	25.3	14.9	39.3	25.6
Liquid assets.....	7.9	18.7	13.0	7.4	3.1	12.0
Demand deposits and currency.....	4.1	8.3	1.6	4.1	4.0	3.4
Time deposits.....	2.2	4.8	8.6	3.9	1.8	2.8
U.S. Government securities.....	-8	4.0	3.0	2.1	-0.2	2.0
Open-market paper.....	1.4	-0.3	4.0	6.2	2.7	2.3
State and local obligations.....	1.0	1.0	2.0	1.0	1.0	1.0
Consumer credit.....	1.0	1.0	1.0	1.0	2.0	1.6
Trade credit.....	7.8	1.8	3.8	2.8	10.4	19.2
Other financial assets ²	6.4	5.8	5.2	2.0	0.2	-1.1
Discrepancy (uses less sources).....	-12.3	-11.4	-28.7	-28.6	-9.1	-12.9

1. The figures shown here for "internal sources," "undistributed profits," and "capital consumption allowances" differ from those shown for "cash flow," net of dividends, "undistributed profits," and "capital consumption allowances" in the gross corporate product table (p. 14 of this issue of the SURVEY) for the following reasons: (1) these figures include, and the statistics in the gross corporate product table exclude, branch profits remitted from foreign subsidiaries; (2) these figures include, and the gross corporate product table excludes, the corporate inventory valuation adjustment; and (3) these figures exclude, and the gross corporate product figures include, the internal funds of corporations whose major activity is leasing.

2. Foreign investment excludes amounts financed by bond issues abroad, and bond issues outside the United States are excluded from financial sources of funds above.

Source: Board of Governors of the Federal Reserve System.

Table B.—Amount and Composition of Individuals' Saving,¹ 1971-72

(Billions of dollars)

	1971				1972	
	I	II	III	IV	I	II
Seasonally adjusted at annual rates						
1 Increase in financial assets.....	87.9	90.0	80.6	806.1	103.0	128.1
2 Currency and demand deposits.....	16.1	8.6	-1.4	11.1	12.6	-2.0
3 Savings accounts.....	108.9	85.1	87.3	70.0	92.1	78.1
4 Bonds.....	-83.6	-8.2	3.4	-10.8	-27.1	18.4
5 U.S. Savings Bonds.....	1.0	2.7	2.4	2.6	3.2	3.4
6 Other U.S. Treasury securities.....	-40.7	-11.3	-18.4	-0.6	-20.6	-2.2
7 U.S. Government agency securities.....	-18.4	-4.3	0	-1.2	-5.3	0.2
8 State and local obligations.....	8.0	4.6	7.2	8.0	4.2	7.0
9 Corporate and foreign bonds.....	11.2	7.0	0.0	3.1	4.1	2.9
10 Commercial paper.....	-7.7	-4.1	2	-4.0	-3.8	1.8
11 Investment company shares.....	-2.6	2.7	2.0	2.3	-2.7	2.0
12 Other corporate stock.....	-12.9	-3.4	-2.0	-7.8	-0.1	-1.2
13 Private life insurance reserves.....	6.1	6.0	6.8	6.8	7.3	7.2
14 Private insured pension reserves.....	8.8	8.8	8.3	3.3	2.3	3.3
15 Private uninsured pension reserves.....	8.2	7.5	6.1	5.3	3.2	7.4
16 Government insurance and pension reserves.....	10.8	10.9	8.5	0.5	4.5	15.6
17 Miscellaneous financial assets.....	7.6	3.4	7.7	7.4	7.3	3.1
18 Gross inventory in tangible assets.....	159.4	167.9	172.5	174.2	182.6	188.3
19 Nonfarm homes.....	22.8	26.3	26.7	20.2	23.6	32.4
20 Noncorporate business construction and equipment.....	33.1	35.1	37.2	37.0	40.8	40.0
21 Consumer durables.....	98.5	101.0	108.1	106.1	111.0	115.9
22 Inventories.....	2.0	2.7	2.0	1.0	1.1	1.4
23 Capital consumption allowances.....	117.6	119.9	122.3	124.8	127.1	131.3
24 Nonfarm homes.....	9.4	9.3	9.4	9.5	0.0	11.0
25 Noncorporate business plant and equipment.....	22.7	24.2	24.8	25.4	25.8	20.8
26 Consumer durables.....	94.9	98.4	98.1	90.0	91.7	92.5
27 Net investment in tangible assets.....	-11.2	-46.6	-59.1	-49.3	-56.4	-67.6
28 Nonfarm homes.....	12.8	10.0	17.3	10.7	20.1	21.6
29 Noncorporate business construction and equipment.....	9.4	11.0	12.4	12.5	15.0	15.8
30 Consumer durables.....	15.0	15.5	18.0	16.3	19.3	20.4
31 Inventories.....	2.0	2.7	2.5	1.0	1.1	1.4
32 Increase in debt.....	-40.7	-59.8	-64.2	-73.7	-78.9	-86.2
33 Mortgage debt on nonfarm homes.....	13.9	23.4	25.1	31.7	27.5	37.0
34 Noncorporate business mortgage debt.....	10.2	11.3	12.3	11.4	12.0	18.1
35 Consumer credit.....	4.0	0.0	12.6	14.6	13.9	17.5
36 Security credit.....	1.0	3.0	0	3.0	8.2	0.0
37 Policy loans.....	-0	0	1.1	1.0	7	1.3
38 Other debt.....	0.8	11.4	8.7	12.2	12.0	10.8
39 Individual saving (1+27-32).....	38.6	85.1	76.4	87.7	87.9	80.9
40 Less: Government insurance and pension reserves.....	10.3	10.8	8.5	0.5	4.5	15.0
41 Net investment in consumer durables.....	15.0	15.5	18.0	16.3	19.3	20.4
42 Capital gains dividends from investment companies.....	1	1.2	1.2	0	1.8	1.4
43 Net savings by farm corporations.....	-1	-1	0	0	0	0
44 Equals personal saving, flow of funds account basis.....	63.2	87.0	48.6	85.4	87.4	66.4
45 Personal saving, national income and product account basis.....	58.3	64.1	61.8	59.4	58.7	60.1
46 Difference (44-45).....	-5.9	8.5	12.1	3.0	-1.4	-3.4

1. Continued statement for households, farm, and nonfarm noncorporate business.

Source: Board of Governors of the Federal Reserve System.